

SERVED APR 1, 1998



**UNITED STATES OF AMERICA  
DEPARTMENT OF TRANSPORTATION  
OFFICE OF THE SECRETARY  
WASHINGTON, D.C.**

Issued by the Department of Transportation  
on the 26th day of March, 1998

Applications of

**SKY KING, INC.**

for certificates of public convenience and necessity under 49  
U.S.C. 41102 to engage in interstate and foreign charter air  
transportation of persons, property, and mail

**Dockets OST-97-3017  
and OST-97-3113**

**FINAL ORDER**

By Order 98-3-12, issued March 11, 1998, we directed all interested persons to show cause why we should not make final our tentative findings and conclusions stated in it and award certificates of public convenience and necessity to Sky King, Inc., authorizing it to engage in interstate and foreign charter air transportation of persons, property, and mail. Interested persons were given 14 calendar days to file objections to the order.

No objections to the show-cause order were received.

**ACCORDINGLY,**

1. We find that Sky King, Inc., is fit, willing, and able to engage in interstate and foreign charter air transportation of persons, property, and mail.
2. We issue a certificate of public convenience and necessity to Sky King, Inc., to engage in interstate air transportation in the form and subject to the Terms, Conditions, and Limitations attached.<sup>1</sup>

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<sup>1</sup> By this order, we issue only an interstate certificate to Sky King. Issuance of a foreign certificate is subject to Presidential review under 49 U.S.C. 41307 and will be handled in a separate order.

3. Should Sky King, Inc., propose to operate more than one aircraft, we direct it to notify the Department in writing at least 45 days prior to the proposed operation and demonstrate its fitness to conduct such operations before their commencement.
4. We direct Sky King, Inc., to submit to the Air Carrier Fitness Division a first year progress report within 45 days of the end of its first year of actual flight operations.<sup>2</sup>
5. This docket shall remain open until the certificate being issued here has been made effective by the Department.
6. We will serve a copy of this order on the persons listed in Attachment A.

By:

**CHARLES A. HUNNICUTT**  
Assistant Secretary for Aviation  
and International Affairs

(SEAL)

*An electronic version of this document is available on the World Wide Web at:  
<http://dms.dot.gov/dotinfo/general/orders/aviation.html>.*

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<sup>2</sup> The report should include a description of the carrier's current operations (number and type of aircraft, principal markets served, total number of full-time and part-time employees), a summary of how these operations have changed during the year, a discussion of any changes it anticipates from its current operations during its second year, current financial statements, and a listing of current senior management and key technical personnel.



# **Certificate of Public Convenience and Necessity for Interstate Charter Air Transportation**

**This Certifies That**

**SKY KING, INC.**

**is authorized, subject to the provisions of Subtitle VII of Title 49 of United States Code, the orders, rules, and regulations issued thereunder, and the attached Terms, Conditions, and Limitations, to engage in interstate charter air transportation of persons, property, and mail.**

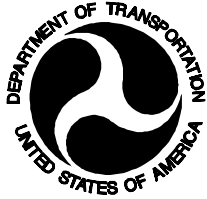
**This Certificate is not transferable without the approval of the Department of Transportation.**

**By Direction of the  
Secretary**

**Issued by Order 98-3-26  
On March 26, 1998  
Aviation  
Effective on (See Attached)**

**Charles A. Hunnicutt  
Assistant Secretary for  
and International Affairs**





## Terms, Conditions, and Limitations

### SKY KING, INC.

is authorized to engage in interstate charter air transportation of persons, property, and mail between any point in any State, territory, or possession of the United States or the District of Columbia, and any other point in any of those entities.

This authority is subject to the following provisions:

(1) The authority to operate under this certificate will not become effective until six (business) days after the Department has received the following documents; provided, however, that the Department may stay the effectiveness of this authority at any time prior to that date:

(a) A copy of the holder's Air Carrier Certificate and Operations Specifications authorizing such operations from the Federal Aviation Administration (FAA).

(b) A certificate of insurance on OST Form 6410 evidencing liability insurance coverage meeting the requirements of 14 CFR 205.5(b) for all of its aircraft.

(c) A statement of any changes the holder has undergone in its ownership, key personnel, operating plans, financial posture, or compliance history, since the date of the Show Cause Order in this case.

(d) A revised list of pre-operating expenses already paid and those remaining to be paid, as well as independent verification that the holder has available to it funds sufficient to cover any remaining pre-operating expenses and to provide a working capital reserve equal to the operating costs that would be incurred in three months of operations.

(2) Pending receipt of effective authority, the holder may not accept payment of any kind (i.e., cash, check, or credit card), issue tickets for the operations proposed

under this certificate, or enter into contracts with charter operators, and any advertisement by the holder must prominently state: "This service is subject to receipt of government operating authority."

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(3) The holder shall at all times conduct its operations in accordance with the regulations prescribed by the Department of Transportation for the services authorized by this certificate, and with such other reasonable terms, conditions, and limitations as the Department of Transportation may prescribe in the public interest.

(4) The holder's authority is effective only to the extent that such operations are also authorized by the FAA.

(5) The holder shall at all times remain a "Citizen of the United States" as required by 49 U.S.C. 40102(a)(15).

(6) The holder shall maintain in effect liability insurance coverage as required under 14 CFR Part 205. Failure to maintain such insurance coverage will render a certificate ineffective, and this or other failure to comply with the provisions of Subtitle VII of Title 49 of the United States Code or the Department's regulations shall be sufficient grounds to revoke this certificate.

(7) The holder is not authorized to engage in air transportation operations between points within the State of Alaska.

(8) Should the holder propose any substantial changes in its ownership, management, or operations (as that term is defined in 14 CFR 204.2(n)), it must first comply with the requirements of 14 CFR 204.5.

(9) In the event that the holder does not commence actual flying operations under this certificate within one year of the date of the Department's determination of its fitness, its authority shall be revoked for dormancy. Further, in the event that the holder commences operations for which it was found "fit, willing, and able" and subsequently ceases all such operations, its authority under this certificate shall be suspended under the terms of 14 CFR 204.7 and the holder may neither recommence nor advertise such operations unless its fitness to do so has been redetermined by the Department. Moreover, if the holder does not resume operations within one year of its cessation, its authority shall be revoked for dormancy.



## **SERVICE LIST FOR SKY KING, INC.**

Attachment A

GREGG LUKENBILL  
PRESIDENT  
SKY KING INC  
3600 POWER INN ROAD  
SACRAMENTO CA 95826

RICHARD BIRNBACH AFS-500  
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FAA AWP200  
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